

conclusion: The study concluded that the application of IFRS 16 positively affects the development of accounting treatment for lease contracts, that investors rely primarily on the financial statements in making investment decisions, and that there is a positive, statistically significant relationship between the quality of the financial statements and the early application of the standard. The issuance of IFRS 16 had a very important impact on the form of financial statements, so that when applying IFRS 16, companies were required to show all lease contracts that they depend on in their operational operations, and it allowed knowing the company's reliance on leased assets to complete its operational operations. IFRS 16 considers all lease contracts as financing lease contracts, and their current value must be shown within the company's assets and their effects on liabilities, depreciation expense, and interest expense within the company's financial statements. IFRS 16 is a significant change to the accounting standards for leases. It has a major impact on companies' financial statements, cash flow, and profitability.